



General Assembly

January Session, 2005

Raised Bill No. 6795

LCO No. 3818

* _____HB06795HED___031605_____*

Referred to Committee on Higher Education and Employment
Advancement

Introduced by:
(HED)

***AN ACT CONCERNING THE PRIVATE OCCUPATIONAL STUDENT
PROTECTION ACCOUNT.***

Be it enacted by the Senate and House of Representatives in General
Assembly convened:

1 Section 1. Subsection (c) of section 10a-22c of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective July*
3 *1, 2005*):

4 (c) No certificate to operate a new private occupational school shall
5 be issued by the commissioner pursuant to section 10a-22d until such
6 private occupational school seeking authorization files with the
7 commissioner an irrevocable letter of credit in the penal amount of
8 ~~[ten]~~ twenty thousand dollars guaranteeing the payments required of
9 the school to the private occupational school student protection
10 account in accordance with the provisions of section 10a-22u. The letter
11 of credit shall be payable to the private occupational school student
12 protection account in the event that such school fails to make
13 payments to the account as provided in subsection (a) of section 10a-
14 22u or in the event the state takes action to reimburse the account for a
15 tuition refund paid to a student pursuant to the provisions of section

16 10a-22v, provided the amount of the letter of credit to be paid into the
17 private occupational school student protection account shall not
18 exceed the amounts owed to the account. The letter of credit required
19 by this subsection shall be excused once a school has paid in excess of
20 [ten] twenty thousand dollars into the private occupational school
21 student protection account or [five] eight years from the date of initial
22 approval, whichever occurs first.

This act shall take effect as follows and shall amend the following sections:		
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Section 1	<i>July 1, 2005</i>	10a-22c(c)
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HED *Joint Favorable*